

Message Text

LIMITED OFFICIAL USE

PAGE 01 KUWAIT 02910 101122Z

53

ACTION NEA-16

INFO OCT-01 ISO-00 AEC-11 AID-20 CEA-02 CIAE-00 CIEP-02

DODE-00 EB-11 FEAE-00 FPC-01 H-03 INR-10 INT-08 L-03

NSAE-00 NSC-07 OMB-01 PM-07 RSC-01 SAM-01 SCI-06

SP-03 SS-20 STR-08 TRSE-00 DRC-01 /143 W

----- 067429

R 101020Z JUL 74

FM AMEMBASSY KUWAIT

TO SECSTATE WASHDC 196

INFO USDOC WAYHDC

LIMITED OFFICIAL USE KUWAIT 2910

FROM MCDLLOWNEY MUSCAT

EO 11652: NA

TAGS: ENRG, MU

SUBJ: RECENT PETROLEUM DEVELOPMENTS

REF: ABU DHABI 0609 (NOTAL)

SUMMARY: RECENT MAJOR DEVELOPMENTS IN OMANI PETROLEUM AFFAIRS ARE THE DECISION TO ASK FOR 60 PERCENT PARTICIPATION IN PD(O), OFFICIAL ANNOUNCEMENT OF INTENT TO DEVELOP THE SAIH RUWL FIELD, AND LIKELY CHOICE OF AMERICAN KOCH ENGINEERING COMPANY FOR GAS PIPELINE AND LPG PLANT. END SUMMARY

1. DIRGEN OIL AND MINERALS SALIM MACKI REPORTS THAT OMAN GOVERNMENT INTENDS TO ASK FOR 60 PERCENT PARTICIPATION IN PD(O). FIRST DISCUSSIONS ON THIS TOPIC WILL TAKE PLACE WITH SHELL EXECUTIVES IN LONDON SECOND WEEK OF JULY. SINCE BASIS FOR COMPENSATION ALREADY AGREED UPON DURING PREVIOUS PARTICIPATION DISCUSSIONS, ONLY MAJOR ISSUE TO BE RESOLVED IS TIMETABLE. GIVEN CURRENT OMANI CONCERN THAT OIL PRICES WILL DROP, SCHEDULE EXPECTED TO BE EXTENDED.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 KUWAIT 02910 101122Z

EVENTUAL COST TO OMAN LIKELY TO BE IN RANGE OF \$145 MILLION.

2. PD(O) HAS OFFICIALLY ANNOUNCED ITS INTENTION TO DEVELOP SAIH RUWL FIELD, LOCATED ABOUT 30 MILES EAST OF FOUR FIELDS TO BE BROUGHT ONSTREAM IN COURSE OF 1975. NEW FIELDS EXPECTED TO PRODUCE 30,000 BPD OF LIGHT (42 DEGREE A.P.I.) CRUDE FROM TEN WELLS BY END OF 1976.

3. DIRGEN MACKI REPORTS THAT KOCH ENGINEERING COMPANY, WICHITA, KANSAS, WILL BE CHOSEN TO CONSTRUCT GAS LIQUIDS PIPELINE AND LPG PLANT FOR OMAN. VALUE OF THIS PROJECT ESTIMATED \$35 MILLION.

4. IN OTHER DEVELOPMENTS, MACKI DENIES C. ITO OF JAPAN HAS CEASED LIFTINGS AS REPORTED REFTEL AND ASSERTS OMAN GOVERNMENT WILL BEGIN TAKING 12 1/2 PERCENT ROYALTIES IN FORM OF CRUDE STARTING JULY 1974.
STOLTZFUS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM, EXPLORATION, PROCUREMENT, CONTRACTS
Control Number: n/a
Copy: SINGLE
Draft Date: 10 JUL 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: shawdg
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974KUWAIT02910
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740183-1044
From: KUWAIT
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740762/aaaacavp.tel
Line Count: 77
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: ABU DHABI 0609 (NOTAL)
Review Action: RELEASED, APPROVED
Review Authority: shawdg
Review Comment: n/a
Review Content Flags:
Review Date: 25 JUN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <25 JUN 2002 by boyleja>; APPROVED <25 FEB 2003 by shawdg>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: RECENT PETROLEUM DEVELOPMENTS
TAGS: ENRG, MU
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005